

MARCH 1, 1993

THE ACTING DIRECTOR OF THE DIVISION OF STATE LANDS & FORESTRY TOOK FORMAL ACTION ON MARCH 1, 1993, AT 9:30 A.M. IN THE DIVISION OF STATE LANDS & FORESTRY OFFICE, 355 WEST NORTH TEMPLE, 3 TRIAD CENTER, SUITE 400, SALT LAKE CITY, UTAH 84180-1204, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

* * * * *

MINERAL ESTATE BUSINESS MATTERS

* * * * *

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED--SIMULTANEOUS FILING

The applications listed below are those filed for Oil, Gas, and Hydrocarbon leases on lands offered on the February 1993 Simultaneous Offering. Bids were opened February 22, 1993, at 10:00 a.m. Upon recommendation of Mr. Bonner, the Acting Director, Kevin Carter, approved the high bids and only bids for the first year's rental, \$1.00 per acre per annum thereafter, and royalty as provided in the lease form approved by the Board of State Lands. These applications have been checked by the Minerals Section and found to be in order. The land status has been examined and the lands found to be open and available.

The Acting Director rejected the other bids because they were out-bid and ordered the advance rental returned to the applicant, filing fee forfeited to the State.

<u>Mineral Lease Appl. No. 45793</u>	<u>T6S, R21E, SLB&M.</u>	Uintah County
Robert L. Bayless, Jr.	Sec. 32: Lots 3, 9	14.00 acres
621 17th Street, Suite 1640		
Denver, CO 80293		

HIGH BID: \$1,533.00

OTHER BIDS:	Richard C. Espe	\$802.47
	Phoenix Hydrocarbons	354.20

<u>Mineral Lease Appl. No. 45794</u>	<u>T9S, R18E, SLB&M.</u>	Uintah County
Robert L. Bayless, Jr.	Sec. 32: NE $\frac{1}{4}$ SW $\frac{1}{4}$	40.00 acres
621 17th Street, Suite 1640		
Denver, CO 80293		

HIGH BID: \$777.00

OTHER BIDS:	TP Exploration Inc.	\$222.00
	Vern Jones	200.00
	Petro Atlas Corporation	116.80

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING (CONT'D)

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED--SIMULTANEOUS FILING (cont'd)

<u>Mineral Lease Appl. No. 45795</u> Andover Partners 1001 Fannin, Suite 2000 Houston, TX 77002	<u>T10S, R24E, SLB&M.</u> Sec. 36: E $\frac{1}{2}$ E $\frac{1}{2}$	Uintah County 160.00 acres
--	---	-------------------------------

HIGH BID: \$345.60

OTHER BID:	Petro Atlas Corporation	\$323.20
------------	-------------------------	----------

<u>Mineral Lease Appl. No. 45796</u> John M. Wells 518 17th Street Denver, CO 80202	<u>T12S, R14E, SLB&M.</u> Sec. 2: All	Carbon County 518.96 acres
--	--	-------------------------------

ONLY BID: \$1,557.00

<u>Mineral Lease Appl. No. 45797</u> John M. Wells 518 17th Street Denver, CO 80202	<u>T12S, R14E, SLB&M.</u> Sec. 3: Lots 4, 7 Sec. 4: SW $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$ Sec. 5: Lots 2, 3	Carbon County 306.39 acres
--	---	-------------------------------

ONLY BID: \$921.00

<u>Mineral Lease Appl. No. 45798</u> John M. Wells 518 17th Street Denver, CO 80202	<u>T12S, R14E, SLB&M.</u> Sec. 15: S $\frac{1}{2}$ SW $\frac{1}{4}$ Sec. 16: All Sec. 20: SW $\frac{1}{4}$ NE $\frac{1}{4}$	Carbon County 760.00 acres
--	--	-------------------------------

ONLY BID: \$2,280.00

<u>Mineral Lease Appl. No. 45799</u> John M. Wells 518 17th Street Denver, CO 80202	<u>T12S, R17E, SLB&M.</u> Sec. 2: All	Carbon County 476.96 acres
--	--	-------------------------------

ONLY BID: \$954.00

<u>Mineral Lease Appl. No. 45800</u> Andover Partners 1001 Fannin, Suite 2000 Houston, TX 77002	<u>T12S, R23E, SLB&M.</u> Sec. 36: All	Uintah County 640.00 acres
--	---	-------------------------------

ONLY BID: \$1,350.40

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING (CONT'D)

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED--SIMULTANEOUS FILING (cont'd)

<u>Mineral Lease Appl. No. 45801</u>	<u>T13S, R10E, SLB&M.</u>	Carbon County
Gary Butler	Sec. 20: SE $\frac{1}{4}$ SE $\frac{1}{4}$	240.00 acres
1645 Court Place, Suite 212	Sec. 21: SW $\frac{1}{4}$ SW $\frac{1}{4}$	
Denver, CO 80202	Sec. 22: N $\frac{1}{2}$ NE $\frac{1}{4}$	
	Sec. 28: NW $\frac{1}{4}$ NW $\frac{1}{4}$	
	Sec. 29: NE $\frac{1}{4}$ NE $\frac{1}{4}$	

ONLY BID: \$4,000.00

<u>Mineral Lease Appl. No. 45802</u>	<u>T13S, R10E, SLB&M.</u>	Carbon County
Gary Butler	Sec. 36: All	640.00 acres
1645 Court Place, Suite 212		
Denver, CO 80202		

ONLY BID: \$2,000.00

<u>Mineral Lease Appl. No. 45803</u>	<u>T13S, R10E, SLB&M.</u>	Carbon County
Gary Butler	Sec. 31: Lot 4, SE $\frac{1}{4}$ SW $\frac{1}{4}$	161.10 acres
1645 Court Place, Suite 212	Sec. 32: NW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$	
Denver, CO 80202		

HIGH BID: \$2,000.00

OTHER BID:	River Gas of Utah	\$489.24
------------	-------------------	----------

<u>Mineral Lease Appl. No. 45804</u>	<u>T14S, R10E, SLB&M.</u>	Carbon County
Gary Butler	Sec. 4: All	1,040.00 acres
1645 Court Place, Suite 212	Sec. 5: Lots 1, 2, 3,	
Denver, CO 80202	4, SW $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$	
	Sec. 6: Lot 1, S $\frac{1}{2}$ NE $\frac{1}{4}$	

HIGH BID: \$13,000.00

OTHER BID:	River Gas of Utah	\$3,140.00
------------	-------------------	------------

<u>Mineral Lease Appl. No. 45805</u>	<u>T14S, R10E, SLB&M.</u>	Carbon County
Gary Butler	Sec. 2: All	2,440.80 acres
1645 Court Place, Suite 212	Sec. 3: All	
Denver, CO 80202	Sec. 10: N $\frac{1}{2}$, N $\frac{1}{2}$ S $\frac{1}{2}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$	
	Sec. 11: All	

HIGH BID: \$10,300.00

OTHER BID:	River Gas of Utah	\$7,371.82
------------	-------------------	------------

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING (CONT'D)

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED--SIMULTANEOUS FILING (cont'd)

<u>Mineral Lease Appl. No. 45806</u> Paul T. Walton 1102 Walker Center 175 South Main Street Salt Lake City, UT 84111	<u>T14S, R12E, SLB&M.</u> Sec. 16: All	Carbon County 640.00 acres
---	---	-------------------------------

ONLY BID: \$3,360.00

<u>Mineral Lease Appl. No. 45807</u> Robert L. Bayless, Jr. 621 17th Street, Suite 1640 Denver, CO 80293	<u>T14S, R25E, SLB&M.</u> Sec. 32: Lots 3, 4, 5, 6, SE $\frac{1}{4}$	Uintah County 277.74 acres
---	--	-------------------------------

ONLY BID: \$602.00

<u>Mineral Lease Appl. No. 45808</u> Robert L. Bayless, Jr. 621 17th Street, Suite 1640 Denver, CO 80293	<u>T15S, R23E, SLB&M.</u> Sec. 2: All	Uintah County 641.88 acres
---	--	-------------------------------

ONLY BID: \$3,337.00

<u>Mineral Lease Appl. No. 45809</u> Robert L. Bayless, Jr. 621 17th Street, Suite 1640 Denver, CO 80293	<u>T15$\frac{1}{2}$S, R21E, SLB&M.</u> Sec. 36: Lots 3, 4, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$	Grand County 307.64 acres
---	---	------------------------------

ONLY BID: \$1,333.00

<u>Mineral Lease Appl. No. 45810</u> Robert L. Bayless, Jr. 621 17th Street, Suite 1640 Denver, CO 80293	<u>T15$\frac{1}{2}$S, R25E, SLB&M.</u> Sec. 32: All	Grand County 448.12 acres
---	---	------------------------------

HIGH BID: \$2,733.00

OTHER BID:	J.C. Thompson	\$2,294.37
------------	---------------	------------

<u>Mineral Lease Appl. No. 45811</u> Pete Licouris Jr. 4335 E. Grant Fresno, CA 93702	<u>T20S, R21E, SLB&M.</u> Sec. 16: All Sec. 17: N $\frac{1}{2}$ NE $\frac{1}{4}$	Grand County 720.00 acres
--	--	------------------------------

ONLY BID: \$1,444.50

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING (CONT'D)

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED--SIMULTANEOUS FILING (cont'd)

<u>Mineral Lease Appl. No. 45812</u> Pete Licouris Jr. 4335 E. Grant Fresno, CA 93702	<u>T20S, R23E, SLB&M.</u> Sec. 2: SE $\frac{1}{4}$ SE $\frac{1}{4}$	Grand County 40.00 acres
--	--	-----------------------------

ONLY BID: \$480.00

<u>Mineral Lease Appl. No. 45813</u> Arch W. Deuel PO Box 1606 Casper, WY 82602	<u>T21S, R21E, SLB&M.</u> Sec. 16: All	Grand County 640.00 acres
--	---	------------------------------

ONLY BID: \$1,363.20

<u>Mineral Lease Appl. No. 45814</u> Arch W. Deuel PO Box 1606 Casper, WY 82602	<u>T21S, R21E, SLB&M.</u> Sec. 36: All	Grand County 640.00 acres
--	---	------------------------------

ONLY BID: \$1,363.20

<u>Mineral Lease Appl. No. 45815</u> Arch W. Deuel PO Box 1606 Casper, WY 82602	<u>T21S, R22E, SLB&M.</u> Sec. 32: All	Grand County 640.00 acres
--	---	------------------------------

ONLY BID: \$723.20

<u>Mineral Lease Appl. No. 45816</u> Andover Partners 1001 Fannin, Suite 2000 Houston, TX 77002	<u>T24S, R15E, SLB&M.</u> Sec. 2: All	Emery County 635.60 acres
--	--	------------------------------

ONLY BID: \$1,373.76

<u>Mineral Lease Appl. No. 45817</u> Andover Partners 1001 Fannin, Suite 2000 Houston, TX 77002	<u>T25S, R16E, SLB&M.</u> Sec. 36: All	Emery County 640.00 acres
--	---	------------------------------

ONLY BID: \$1,382.40

<u>Mineral Lease Appl. No. 45818</u> Andover Partners 1001 Fannin, Suite 2000 Houston, TX 77002	<u>T27S, R23E, SLB&M.</u> Sec. 32: All	San Juan County 640.00 acres
--	---	---------------------------------

ONLY BID: \$1,382.40

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING (CONT'D)

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED--SIMULTANEOUS FILING (cont'd)

<u>Mineral Lease Appl. No. 45819</u> Andover Partners 1001 Fannin, Suite 2000 Houston, TX 77002	<u>T28S, R24E, SLB&M.</u> Sec. 32: N $\frac{1}{2}$, N $\frac{1}{2}$ S $\frac{1}{2}$	San Juan County 480.00 acres
--	---	---------------------------------

ONLY BID: \$590.40

<u>Mineral Lease Appl. No. 45820</u> Ben Donegan 3224 Candelaria NE Albuquerque, NM 87107	<u>T29S, R5E, SLB&M.</u> Sec. 36: Lots 1, 2, 3, 4	Wayne County 73.44 acres
--	---	-----------------------------

ONLY BID: \$159.00

<u>Mineral Lease Appl. No. 45821</u> Ben Donegan 3224 Candelaria NE Albuquerque, NM 87107	<u>T29S, R6E, SLB&M.</u> Sec. 32: All	Wayne County 640.00 acres
--	--	------------------------------

ONLY BID: \$855.00

<u>Mineral Lease Appl. No. 45822</u> Columbia Gas Development Corp. PO Box 1350 Houston, TX 77251-1350	<u>T29S, R24E, SLB&M.</u> Sec. 32: All	San Juan County 640.00 acres
---	---	---------------------------------

HIGH BID: \$8,096.00

OTHER BIDS:	Lane Lasrich Andover Partners	\$3,296.00 1,382.40
-------------	----------------------------------	------------------------

<u>Mineral Lease Appl. No. 45823</u> Ben Donegan 3224 Candelaria NE Albuquerque, NM 87107	<u>T34S, R4E, SLB&M.</u> Sec. 36: All	Garfield County 640.00 acres
--	--	---------------------------------

ONLY BID: \$653.00

<u>Mineral Lease Appl. No. 45824</u> Ben Donegan 3224 Candelaria NE Albuquerque, NM 87107	<u>T35S, R1E, SLB&M.</u> Sec. 36: All	Garfield County 640.00 acres
--	--	---------------------------------

ONLY BID: \$863.00

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING (CONT'D)

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED--SIMULTANEOUS FILING (cont'd)

<u>Mineral Lease Appl. No. 45825</u> Lane Lasrich 2597 East Bridger Blvd. Sandy, UT 84093	<u>T36S, R23E, SLB&M.</u> Sec. 36: All	San Juan County 640.00 acres
--	---	---------------------------------

HIGH BID: \$22,496.00

OTHER BIDS:	Sigmund J. Rosenfeld	\$13,510.40
	Vern Jones	9,600.00
	Mark Randall Strahn	5,888.00
	Pete Licouris	5,152.00
	Mark S. Dolar	4,864.00
	Randall H. Ferguson	1,280.00
	Daniel J. Acquaviva	975.00

<u>Mineral Lease Appl. No. 45826</u> Mark S. Dolar 9035 South 700 East Sandy, UT 84070	<u>T37S, R19E, SLB&M.</u> Sec. 16: All	San Juan County 640.00 acres
---	---	---------------------------------

ONLY BID: \$675.00

<u>Mineral Lease Appl. No. 45827</u> Mark S. Dolar 9035 South 700 East Sandy, UT 84070	<u>T37S, R19E, SLB&M.</u> Sec. 36: All	San Juan County 640.00 acres
---	---	---------------------------------

ONLY BID: \$675.00

<u>Mineral Lease Appl. No. 45828</u> BHP Petroleum (Americas) Inc. 5847 San Felipe, Suite 3600 Houston, TX 77057	<u>T39S, R4E, SLB&M.</u> Sec. 36: All	Kane County 640.00 acres
---	--	-----------------------------

ONLY BID: \$806.00

<u>Mineral Lease Appl. No. 45829</u> BHP Petroleum (Americas) Inc. 5847 San Felipe, Suite 3600 Houston, TX 77057	<u>T39S, R5E, SLB&M.</u> Sec. 32: All	Kane County 640.00 acres
---	--	-----------------------------

ONLY BID: \$806.00

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING (CONT'D)

OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED--SIMULTANEOUS FILING (cont'd)

<u>Mineral Lease Appl. No. 45830</u>	<u>T39S, R22E, SLB&M.</u>	San Juan County
Lane Lasrich	Sec. 2: All	641.88 acres
2597 East Bridger Blvd.		
Sandy, UT 84093		

HIGH BID: \$2,638.13

OTHER BIDS:	Pete Licouris	\$1,476.00
	Andover Partners	1,386.72
	Vern Jones	1,284.00

<u>Mineral Lease Appl. No. 45831</u>	<u>T40S, R4E, SLB&M.</u>	Kane County
Ben Donegan	Sec. 32: E $\frac{1}{2}$	320.00 acres
3224 Candelaria NE		
Albuquerque, NM 87107		

ONLY BID: \$333.00

<u>Mineral Lease Appl. No. 45832</u>	<u>T40S, R23E, SLB&M.</u>	San Juan County
Lane Lasrich	Sec. 16: NW $\frac{1}{4}$ SE $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$	120.00 acres
2597 East Bridger Blvd.		
Sandy, UT 84093		

HIGH BID: \$1,200.00

OTHER BIDS:	Vern Jones	\$600.00
	Andover Partners	510.00

<u>Mineral Lease Appl. No. 45833</u>	<u>T41S, R4E, SLB&M.</u>	Kane County
Ben Donegan	Sec. 32: E $\frac{1}{2}$ E $\frac{1}{2}$, W $\frac{1}{2}$ NE $\frac{1}{4}$	240.00 acres
3224 Candelaria NE		
Albuquerque, NM 87107		

ONLY BID: \$256.00

<u>Mineral Lease Appl. No. 45834</u>	<u>T5S, R23E, SLB&M.</u>	Uintah County
Loma Energy Corporation	Bed of the Green	286.00 acres
PO Box 21395	River in:	
Billings, MT 59104	Sec. 31: All	
	Sec. 32: All	
	<u>T6S, R23E, SLB&M.</u>	
	Bed of the Green	
	River in:	
	Sec. 5: All	
	Sec. 6: All	

ONLY BID: \$286.00

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING (CONT'D)

METALLIFEROUS MINERALS APPLICATIONS - APPROVED--SIMULTANEOUS FILING

The applications listed below are filed for Metalliferous Minerals lease on lands offered on the February 1993 Simultaneous Offering. Bids were opened February 22, 1993, at 10:00 a.m. Upon recommendation of Mr. Bonner, the Acting Director, Kevin Carter, approved the only bids for the first year's rental, \$1.00 per acre per annum thereafter, and royalty as provided in the lease form approved by the Board of State Lands. These applications have been checked by the Minerals Section and found to be in order. The land status has been examined and the lands found to be open and available. Reassessment dates are April 1, 2003.

<u>Mineral Lease Appl. No. 45835</u>	<u>T7S, R20E, SLB&M.</u>	Uintah County
Jet Enterprises	Sec. 24: Lot 6, SE $\frac{1}{4}$ SE $\frac{1}{4}$	78.64 acres
416 Petroleum Club Building		
Tulsa, OK 74119		

ONLY BID: \$79.00

<u>Mineral Lease Appl. No. 45836</u>	<u>T7S, R21E, SLB&M.</u>	Uintah County
Jet Enterprises	Sec. 19: Lots 9, 10	62.26 acres
416 Petroleum Club Building		
Tulsa, OK 74119		

ONLY BID: \$63.00

<u>Mineral Lease Appl. No. 45837</u>	<u>T31S, R24E, SLB&M.</u>	San Juan County
Jet Enterprises	Sec. 36: W $\frac{1}{2}$	320.00 acres
416 Petroleum Club Building		
Tulsa, OK 74119		

ONLY BID: \$320.00

<u>Mineral Lease Appl. No. 45838</u>	<u>T15S, R11W, SLB&M.</u>	Millard County
Jet Enterprises	Sec. 2: Lots 1, 2, 5,	222.27 acres
416 Petroleum Club Building	6, S $\frac{1}{2}$ NE $\frac{1}{4}$	
Tulsa, OK 74119		

ONLY BID: \$223.00

<u>Mineral Lease Appl. No. 45839</u>	<u>T43S, R16W, SLB&M.</u>	Washington
County	Sec. 24: W $\frac{1}{2}$ NE $\frac{1}{4}$	80.00 acres
Jet Enterprises		
416 Petroleum Club Building		
Tulsa, OK 74119		

ONLY BID: \$80.00

MINERAL LEASE APPLICATIONS - SIMULTANEOUS FILING (CONT'D)

METALLIFEROUS MINERALS APPLICATIONS - APPROVED--SIMULTANEOUS FILING (CONT'D)

<u>Mineral Lease Appl. No. 45840</u>	<u>T6N, R19W, SLB&M.</u>	Box Elder County
Santa Fe Pacific Mining, Inc.	Sec. 16: S $\frac{1}{2}$, S $\frac{1}{2}$ NE $\frac{1}{4}$	400.00 acres
250 S. Rock Boulevard		
Suite 100		
Reno, NV 89502		

ONLY BID: \$2,000.00

<u>Mineral Lease Appl. No. 45841</u>	<u>T24S, R23E, SLB&M.</u>	Grand County
Jet Enterprises	Bed of the Colorado	97.58 acres
416 Petroleum Club Building	River in:	
Tulsa, OK 74119	Sec. 10: W $\frac{1}{2}$ W $\frac{1}{2}$	
	Sec. 20: SE $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$	

ONLY BID: \$98.00

BUILDING STONE/LIMESTONE APPLICATION - APPROVED--SIMULTANEOUS FILING

The application listed below is filed for Building Stone/Limestone lease on lands offered on the February 1993 Simultaneous Offering. Bids were opened February 22, 1993, at 10:00 a.m. Upon recommendation of Mr. Bonner, the Acting Director, Kevin S. Carter, approved the only bid for the first year's rental, \$1.00 per acre per annum thereafter, and royalty as provided in the lease form approved by the Board of State Lands. This application has been checked by the Minerals Section and found to be in order. The land status has been examined and the lands found to be open and available. Reassessment date is April 1, 2003.

<u>Mineral Lease Appl. No. 45842</u>	<u>T23S, R13W, SLB&M.</u>	Millard County
John D. Hechtle	Sec. 16: NW $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$	80.00 acres
PO Box 35		
Orem, UT 84059		

ONLY BID: \$100.00

* * * * *

MINERAL LEASE APPLICATIONS

VOLCANIC MATERIALS LEASE APPLICATION - APPROVED

Upon the recommendation of Mr. Mansfield, the Acting Director, Kevin Carter, approved the Volcanic Materials lease application listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands and Forestry. The application has been checked by the Minerals Section and found to be in order. The land status has been examined and the lands found to be open and available. The reassessment date for this lease is April 1, 2003.

<u>Mineral Lease Appl. No. 45792</u>	<u>T1N, R12W, SLB&M.</u>	<u>Tooele County</u>
Glen's Excavating & Grading Inc.	Sec. 36: All	640.00 acres
1830 West Hwy 112		
PO Box 430		
Tooele, UT 84074		

Application Date: February 19, 1993

EXTENSION OF UTAH STATE METALLIFEROUS MINERALS LEASE ML 40450

5-M Inc., as lessee of ML 40450, has submitted a request to extend their lease beyond the primary term of ten years. Accompanying the request is a description of operations performed on adjacent lands as well as the leased lands including rock chip sampling, mapping, and mine shaft renovation. The lease terms allow the lease to be extended with payment of a minimum royalty of 3 times the annual rental and diligent operations. The annual payment for ML 40450 should be increased to \$320.00. The expiration date should be deleted from the computer, as it will no longer apply.

Upon recommendation of Mr. Mansfield, the Acting Director, Kevin Carter, approved the extension of ML 40450 as described above.

NAME CHANGE--USEVER INC. TO KENNECOTT CORPORATION--ML 23777--
METALLIFEROUS MINERALS

This office has received evidence that effective June 30, 1989, Usever Inc. changed their name to Kennecott Corporation.

Upon recommendation of Mr. Bonner, the Acting Director noted the above name change in our files.

CORRECTION OF DIRECTOR'S MINUTES OF MARCH 11, 1991--ML 29764--
OIL, GAS, AND HYDROCARBON

The Director, on March 11, 1991, approved the assignment of 75% of 50% or 37.50% interest in the above-numbered lease to Global Natural Resources Corporation of Nevada by Samedan Oil Corporation. No override. It has been found that this assignment should have been approved as assignment of 75% of 50% or 37.50% interest in part of leased lands: S $\frac{1}{2}$ Sec. 16, T36S, R23E, SLB&M., 320.00 acres, by Samedan Oil Corporation. No override.

Upon recommendation of Mr. Bonner, the Acting Director approved the above-listed correction.

* * * * *

SURFACE ESTATE BUSINESS MATTERS

* * * * *

SPECIAL USE LEASE AGREEMENT

SPECIAL USE LEASE NO. 844 - AMENDMENT

APPLICANT'S NAME AND ADDRESS:

Frederick H. Baker
Six Directions Foundation
Joseph, Utah 84739

LEGAL DESCRIPTION (Lands to be Retained):

Township 25 South, Range 4.5 West, SLB&M
Sec. 32: Within the SE4NE4, described as follows:
Parcel 11: A parcel of land 330' deep and 1320' long
located north of and adjacent to the highway.
Containing 10 acres, more or less.
Parcel 12: A parcel of land 330' deep and 1320' long
located south of and adjacent to the highway.
Containing 10 acres, more or less.

COUNTY: Sevier ACRES: 20.00

PROPOSED ACTION:

The applicant (lessee) is requesting that 80 acres be deleted from his existing lease and the rental be reduced from \$1500/year to \$400/year.

RELEVANT FACTUAL BACKGROUND:

SULA 844 was approved in June of 1990 and the lease was issued in September of that same year. The lease was originally for 100 acres but the lessee now indicates the lease has been unprofitable and desires to reduce the acreage to 20 acres which would reduce the annual rental to \$400.00.

CRITERIA FOR EVALUATION:

Exclusion No. 14 of the Administrative Policy on Records of Decision, Revised October 19, 1992, indicates that a Division action which is not otherwise excluded may be excluded from the full narrative ROD process when the Director concludes the action is not substantive, or does not warrant the time and expense necessary to complete a full narrative Record, if the action will not restrict an interested party access to an appeal process.

SPECIAL USE LEASE AGREEMENT (CONT'D)

SPECIAL USE LEASE NO. 844 - AMENDMENT (cont'd)

EVALUATION OF FACTS:

R640-30-1000 gives the authority to amend special use leases and indicates which terms and conditions can be amended and the requirements to obtain an amendment. This rule does not mention the deletion of acreage from a lease and an amendable term or condition of a lease. However, since the deletion of acreage is less substantive than the other amendable terms and conditions, this will not prohibit this amendment.

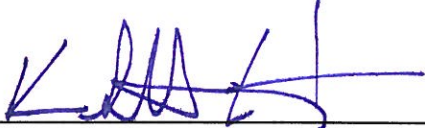
This action is non-substantive and will not restrict an interested party access to an appeal process.

It is recommended that all the acreage in SULA 844, except that acreage as noted in this summary record be deleted and that the annual rental be reduced from \$1500.00 to \$400.00.

Upon recommendation of Mr. Brown, the Acting Director, Kevin Carter, approved the deletion of acreage and reduction of annual rentals for Special Use Lease No. 844.

* * * * *

<u>INTEREST RATE</u>	<u>CURRENT RATE</u>	<u>YEAR AGO</u>
Base Rate	6.00	6.50



KEVIN CARTER, ACTING DIRECTOR
DIVISION OF STATE LANDS & FORESTRY



CANDEE H. PENMAN, SECRETARY

ARCHIVES APPROVAL NO. 7900209